

11 JULY 1951

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THE FOLLOWING FULL TEXT OF A NEWS REPORT WAS WIRED BY TASS FROM MOSCOW TO ALL TASS OUTLETS IN EUROPE ON 6 JULY AT 11:45 A.M. THE DIRECTOR WOULD LIKE TO PROCURE GENERAL WILLOUGHBY'S COMMENTS *ON THE TEXT.* (FOR YOUR INFORMATION, TELEPRESS IS A NEW COMMUNIST NEWS SERVICE OPERATING OUT OF PRAGUE)) ~~PRAGUE~~ THE TEXT IS: PRAGUE-- THE TELEPRESS CORRESPONDENT REPORTS FROM MANILA THAT U. S. MILITARY AUTHORITIES HAVE STARTED SPECIAL COURSES THERE FOR THE TRAINING OF SPIES FOR SUBSEQUENT EMPLOYMENT IN SOUTHEAST ASIA. THE U.S. STATE DEPARTMENT AND INTELLIGENCE SERVICE ARE AIMING AT EXPANDING THEIR INTELLIGENCE NETWORK IN THE COUNTRIES OF SOUTHEAST ASIA WITH A VIEW TO NEUTRALIZING THE NATIONAL LIBERATION MOVEMENTS THERE. IN THIS THE AMERICANS RELY ON THE LOCAL REACTIONARY PARTIES AND THEIR UNDER GROUND ORGANIZATIONS. "FIRST PLACE IN THE AMERICAN ESPIONAGE PLANS IS AFFORDED TO THE JAPANESE INTELLIGENCE SERVICE, WHICH IS BEING RESCUSITATED BY THEM. DURING HIS STAY IN TOKYO IN JANUARY OF THIS YEAR, THE HEAD OF THE U.S. CENTRAL INTELLIGENCE AGENCY, GEN. WALTER SMITH, CONFERRED WITH THE FORMER HEAD OF JAPANESE INTELLIGENCE IN SOUTHEAST ASIA, MAJ. GEN. IVAKURO, WHO

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IS AT PRESENT EMPLOYED BY THE INTELLIGENCE SECTION OF THE U. S. ARMY STAFF IN TOKYO. IT WAS DECIDED THAT IN CONJUNCTION WITH THE INTELLIGENCE SECTION OF THE U. S. ARMY STAFF, IWAKURO WAS TO SET UP AND TAKE CHARGE OF AN ESPIONAGE GROUP KNOWN AS 'SPECIAL INTELLIGENCE ADMINISTRATION.' "SMITH IMPRESSED ON IWAKURO THE NEED FOR MAXIMUM UTILIZATION OF TRADE RELATIONS BETWEEN JAPAN AND COUNTRIES OF SOUTHEAST ASIA FOR ESPIONAGE PURPOSES. PARTICULAR EMPHASIS IS LAID ON THE CREATION OF AN ESPIONAGE NETWORK IN INDIA AND PAKISTAN."

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